

Federal Deposit Insurance Corporation

§ 332.1

(3) *Split of authority or control over public unit funds.* If the exercise of authority or control over the funds of a public unit requires action by, or the consent of, two or more officers, employees, or agents of such public unit, then they will be treated as one “official custodian” for the purposes of this section.

(c) *Public bond issues.* Where an officer, agent or employee of a public unit has custody of certain funds which by law or under a bond indenture are required to be set aside to discharge a debt owed to the holders of notes or bonds issued by the public unit, any deposit of such funds in an insured depository institution shall be deemed to be a deposit by a trustee of trust funds of which the noteholders or bondholders are pro rata beneficiaries, and the beneficial interest of each noteholder or bondholder in the deposit shall be separately insured up to the SMDIA.

(d) *Definition of “political subdivision”.* The term “political subdivision” includes drainage, irrigation, navigation, improvement, levee, sanitary, school or power districts, and bridge or port authorities and other special districts created by state statute or compacts between the states. It also includes any subdivision of a public unit mentioned in paragraphs (a)(2), (a)(3) and (a)(4) of this section or any principal department of such public unit:

(1) The creation of which subdivision or department has been expressly authorized by the law of such public unit;

(2) To which some functions of government have been delegated by such law; and

(3) Which is empowered to exercise exclusive control over funds for its exclusive use.

[63 FR 25756, May 11, 1998, as amended at 71 FR 14631, Mar. 23, 2006]

PART 331 [RESERVED]

PART 332—PRIVACY OF CONSUMER FINANCIAL INFORMATION

Sec.

332.1 Purpose and scope.

332.2 Rule of construction.

332.3 Definitions.

Subpart A—Privacy and Opt Out Notices

332.4 Initial privacy notice to consumers required.

332.5 Annual privacy notice to customers required.

332.6 Information to be included in privacy notices.

332.7 Form of opt out notice to consumers; opt out methods.

332.8 Revised privacy notices.

332.9 Delivering privacy and opt out notices.

Subpart B—Limits on Disclosures

332.10 Limits on disclosure of nonpublic personal information to nonaffiliated third parties.

332.11 Limits on redisclosure and reuse of information.

332.12 Limits on sharing account number information for marketing purposes.

Subpart C—Exceptions

332.13 Exception to opt out requirements for service providers and joint marketing.

332.14 Exceptions to notice and opt out requirements for processing and servicing transactions.

332.15 Other exceptions to notice and opt out requirements.

Subpart D—Relation to Other Laws; Effective Date

332.16 Protection of Fair Credit Reporting Act.

332.17 Relation to State laws.

332.18 Effective date; transition rule.

APPENDIX A TO PART 332—SAMPLE CLAUSES

AUTHORITY: 12 U.S.C. 1819 (Seventh and Tenth); 15 U.S.C. 6801 *et seq.*

SOURCE: 65 FR 35216, June 1, 2000, unless otherwise noted.

§ 332.1 Purpose and scope.

(a) *Purpose.* This part governs the treatment of nonpublic personal information about consumers by the financial institutions listed in paragraph (b) of this section. This part:

(1) Requires a financial institution to provide notice to customers about its privacy policies and practices;

(2) Describes the conditions under which a financial institution may disclose nonpublic personal information about consumers to nonaffiliated third parties; and

(3) Provides a method for consumers to prevent a financial institution from disclosing that information to most